

## Message Text

LIMITED OFFICIAL USE

PAGE 01 PARIS 01289 01 OF 02 161641Z  
ACTION EUR-12

INFO OCT-01 IO-13 ISO-00 AID-05 CEA-01 CIAE-00 COME-00  
EB-08 EA-10 FRB-03 INR-07 NEA-10 NSAE-00 OPIC-03  
SP-02 TRSE-00 LAB-04 SIL-01 AGRE-00 OMB-01 SS-15  
DODE-00 H-01 INT-05 L-03 PA-01 CTME-00 STR-06  
ITC-01 PRS-01 SOE-02 DOE-11 NSCE-00 SSO-00  
USIE-00 INRE-00 OIC-02 /129 W  
-----022968 161718Z /45

O R 161634Z JAN 78  
FM AMEMBASSY PARIS  
TO SECSTATE WASHDC IMMEDIATE 4289  
INFO ALL OECD CAPITALS  
USMISSION GENEVA  
USMISSION USUN  
AMEMBASSY BRUSSELS

LIMITED OFFICIAL USE SECTION 01 OF 02 PARIS 01289

USOECD

USMTN ALSO FOR USMISSION

USEEC

E.O. 11652: N/A  
TAGS: EGEN, OECD  
SUBJECT: JAN 13 XCSS: NORTH-SOUTH RELATIONS

1. SUMMARY: XCSS NORTH SOUTH DISCUSSION FOCUSSED  
PRIMARILY ON UN OVERVIEW MECHANISM, AND U.S. WON BROAD  
ENDORSEMENT FOR ITS VIEW THAT NEW COMMITTEE OF THE  
WHOLE SHOULD BE TAKEN SERIOUSLY, SHOULD ORIENT ITS  
ACTIVITY TOWARD THE EFFECTIVE MANAGEMENT OF THE WORLD  
ECONOMY, AND THAT FUNCTIONAL SUBGROUPS SHOULD BE  
AVOIDED. ON QUESTION OF RESTRICTED MEMBERSHIP  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 PARIS 01289 01 OF 02 161641Z

STEERING GROUP, ADVOCATED BY U.S. AND FRANCE,  
SEVERAL DELS HAD RESERVATIONS. BRIEF EXCHANGE ON  
LONG TERM NORTH SOUTH APPROACH RESULTED IN AGREEMENT  
THAT OECD SHOULD CONTINUE WORK AIMED AT CONCEPTUAL  
PREPARATION OF MEMBER GOVERNMENTS FOR DISCUSSING THIS  
QUESTION. ONLY INTERVENTION ON SPECIFIC SUBSTANTIVE  
ISSUE WAS NORWEGIAN FORECAST THAT COMMON FUND

CONFERENCE COULD RESUME AS EARLY AS APRIL. END SUMMARY.

2. OVERVIEW MECHANISM: AFTER SKETCHING HISTORY OF DIALOGUE OVERVIEW MACHINERY WORKED OUT AT 32ND UNGA, U.S. DEL (UNDERSECRETARY COOPER) URGED THAT L) NEW BODY BE TAKEN SERIOUSLY, WITH DC'S REPRESENTED BY OPERATIONAL OFFICIALS FROM CAPITALS; 2) DC'S SEEK TO ESTABLISH A RESTRICTED MEMBERSHIP STEERING GROUP OF 15-25 COUNTRIES BUT AVOID FUNCTIONAL COMMITTEES; AND 3) WORK OF OVERVIEW BODY SHOULD ULTIMATELY BE ORIENTED TOWARD EFFECTIVE MANAGEMENT OF THE WORLD ECONOMY, INCLUDING MACRO ECONOMIC IMPLICATIONS OF ENERGY. FRANCE (FROMENT-MEURICE) AGREED FULLY WITH U.S., BUT SUGGESTED STEERING GROUP WOULD NEED TO BE LARGER TO INCLUDE THE EAST AND CHINA, AND NOTED IMPORTANCE OF HAVING DECISION-MAKING BY CONSENSUS AND OF KEEPING MEETINGS TO 2-3 DAYS. OTHER DELS EXPRESSED BROAD AGREEMENT WITH U.S. AND FRANCE, ALTHOUGH THERE WERE RESERVATIONS ABOUT STEERING GROUP CONCEPT AND DOUBTS THAT MEETINGS COULD BE KEPT SHORT. SWEDEN DOUBTED G-77 WOULD EVER AGREE TO RESTRICTED GROUP AND WARNED ABOUT ADVERSE EFFECTS OVERVIEW MECHANISM COULD HAVE ON INDEPENDENCE OF ECOSOC, UNCTAD, IMF, AND GATT. FRG CAUTIONED THAT PREMATURE CRYSTALLIZING OF DC VIEWS ON ORGANIZATION COULD SPOIL ATMOSPHERE IN NEW YORK, AND SUGGESTED LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 03 PARIS 01289 01 OF 02 161641Z

DISCUSSING QUESTION LATER IN N.Y. WHEN IT WAS CLEARER WHERE G-77 STOOD. UK AND AUSTRALIA FAVORED EXPANDED "BUREAU" RATHER THAN STEERING GROUP. FINLAND, AUSTRIA AND CANADA WERE DOUBTFUL ON ADVISABILITY OF SEEKING RESTRICTED BODY. DUTCH NOTED THEY FAVORED ACTIVIST ROLE FOR OVERVIEW BODY, INCLUDING SETTING TIME FRAMES FOR NEGOTIATIONS IN OTHER FORUMS. SEVERAL DELS MENTIONED FORMULATION OF LONG TERM DEVELOPMENT STRATEGY AS ONE OF KEY TASKS FOR GROUP. AT CLOSE OF DISCUSSION FRENCH DEL SAID SERIOUS ROLE FOR OVERVIEW BODY WOULD NOT BE POSSIBLE WITHOUT RESTRICTED GROUP, THAT "BUREAU" COULD NOT SERVE THIS FUNCTION, AND THAT TOTAL REEXAMINATION OF DC ATTITUDE TOWARD BODY WOULD BE IN ORDER IF LDC'S DID NOT THEMSELVES TREAT IT SERIOUSLY.

3. LONG-TERM NORTH SOUTH APPROACH: JAPAN MENTIONED HOPE THAT OECD INTERFUTURES PROJECT AND WORK OF BRANDT COMMISSION WOULD HELP MEMBER GOVERNMENTS DEVELOP LONG TERM APPROACH TO N/S RELATIONS. IN RESPONSE, SEC GEN VAN LENNEP NOTED BRANDT REPORT NOT DUE FOR

LIMITED OFFICIAL USE

NNN

LIMITED OFFICIAL USE

PAGE 01 PARIS 01289 02 OF 02 161638Z  
ACTION EUR-12

INFO OCT-01 IO-13 ISO-00 AID-05 CEA-01 CIAE-00 COME-00  
EB-08 EA-10 FRB-03 INR-07 NEA-10 NSAE-00 OPIC-03  
SP-02 TRSE-00 LAB-04 SIL-01 AGRE-00 OMB-01 SS-15  
DODE-00 H-01 INT-05 L-03 PA-01 CTME-00 STR-06  
ITC-01 PRS-01 SOE-02 DOE-11 NSCE-00 SSO-00  
USIE-00 INRE-00 OIC-02 /129 W

-----022956 161718Z /45

O R 161634Z JAN 78  
FM AMEMBASSY PARIS  
TO SECSTATE WASHDC IMMEDIATE 4290  
INFO ALL OECD CAPITALS  
USMISSION GENEVA  
USMISSION USUN  
AMEMBASSY BRUSSELS

LIMITED OFFICIAL USE SECTION 02 OF 02 PARIS 01289

USOECD

L8 MONTHS AND OUTLINED ONGOING OECD EFFORTS IN THIS AREA, INCLUDING A) NEW DEVELOPMENT DIRECTORATE UNIT COVERING BROAD DEVELOPMENT POLICY; B) REORIENTATION OF DEVELOPMENT CENTER ACTIVITIES TOWARD LONGER TERM N/S QUESTIONS; C) CONTINUED DEVELOPMENT OF INFORMAL DAC CONTACTS WITH LDC'S; AND D) STUDIES BEING PREPARED BY CONSULTANTS FOR SEC GEN ON LONG TERM MUTUAL INTERDEPENDENCE ISSUES FOR DISCUSSION BY XCSS AND MINISTERS. GROUP AGREED WITH CHAIRMAN'S CONCLUSION THAT OECD HAD IMPORTANT ROLE TO PLAY IN CONCEPTUAL PREPARATION OF MEMBERS FOR DISCUSSING THIS ISSUE IN NEW YORK.

4. RAW MATERIALS: ONLY DISCUSSION OF SUBSTANTIVE ISSUES WAS NORWEGIAN INTERVENTION ON COMMON FUND.  
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 PARIS 01289 02 OF 02 161638Z

HUSLID, CHAIRMAN OF UNCTAD AD HOC INTER-GOVERNMENTAL GROUP, SUGGESTED THAT UNCTAD SEC GEN COREA WOULD BE CONSULTING WITH KEY PARTIES TO COMMON FUND NEGOTIATION SOON AND WOULD REPORT TO SESSION OF HIS GROUP WHICH MIGHT BE HELD IN LATE FEBRUARY. IF ALL WENT WELL, HUSLID SAID, NEGOTIATING CONFERENCE COULD RECONVENE AS SOON AS APRIL. THERE WAS NO COMMENT ON NORWEGIAN POINTS (MAJOR DELS HAD AGREED EARLIER NOT TO TAKE UP ISSUE IN PLENARY).

5. THIS CABLE DRAFTED AFTER DEPARTURE OF U.S. DELEGATION.  
SALZMAN

LIMITED OFFICIAL USE

NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01 jan 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** FOREIGN RELATIONS, LESS DEVELOPED COUNTRIES, MEETING REPORTS, COMMITTEE MEETINGS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 16 jan 1978  
**Decaption Date:** 01 jan 1960  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 20 Mar 2014  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1978PARIS01289  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D780023-0337  
**Format:** TEL  
**From:** PARIS USOECD  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1978/newtext/t19780159/aaaabxxd.tel  
**Line Count:** 185  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** fd8d63e3-c288-dd11-92da-001cc4696bcc  
**Office:** ACTION EUR  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 4  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 05 may 2005  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** N/A  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 3768230  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** JAN 13 XCSS: NORTH-SOUTH RELATIONS  
**TAGS:** EGEN, OECD  
**To:** STATE USMTN MULTIPLE  
**Type:** TE  
**vdkgvwkey:** odb://SAS/SAS.dbo.SAS\_Docs/fd8d63e3-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Sheryl P. Walter  
Declassified/Released  
US Department of State  
EO Systematic Review  
20 Mar 2014  
**Markings:** Sheryl P. Walter Declassified/Released US Department of State EO Systematic Review 20 Mar 2014